VIRGINIA:

#### BEFORE THE VIRGINIA GAS AND OIL BOARD

APPLICANT: BUCHANAN PRODUCTION COMPANY

VIRGINIA GAS AND OIL BOARD

RELIEF SOUGHT:

POOLING OF INTERESTS IN
DRILLING UNIT NO. X-3 LOCATED
IN THE OAKWOOD COALBED METHANE GAS
FIELD I PURSUANT TO VA. CODE
§§ 45.1-361.21 AND 45.1-361.22,
FOR THE PRODUCTION OF OCCLUDED
NATURAL GAS PRODUCED FROM COALBEDS
AND ROCK STRATA ASSOCIATED
THEREWITH (herein collectively
referred to as "Coalbed Methane
Gas" or "Gas")

DOCKET NO. 02-0416-1018

#### LEGAL DESCRIPTION:

DRILLING UNIT NUMBER X-3
(hereafter "Subject Drilling Unit")
IN THE OAKWOOD COALBED METHANE GAS FIELD I
PRATER MAGISTERIAL DISTRICT,
VANSANT QUADRANGLE
BUCHANAN COUNTY, VIRGINIA
(the "Subject Lands" are more
particularly described on Exhibit
"A", attached hereto and made a
part hereof)

#### REPORT OF THE BOARD

#### FINDINGS AND ORDER

- 1. Hearing Date and Place: This matter came on for final hearing before the Virginia Gas and Oil Board (hereafter "Board") at 9:00 a.m. on April 16, 2002, Southwest Virginia Higher Education Center, Campus of Virginia Highlands Community College, Abingdon, Virginia.
- 2. Appearances: Mark Swartz, Esquire, of Swartz & Stump, L.C., appeared for the Applicant and the Unit Operator. Sandra B. Riggs, Assistant Attorney General, was present to advise the Board.
- 3. <u>Jurisdiction and Notice</u>: Pursuant to Va. Code §§ 45.1-361.1 <u>et seq</u>., the Board finds that it has jurisdiction over the subject matter. Based upon the evidence presented by Applicant, the Board also finds that the Applicant has (1) exercised due diligence in conducting a search of the reasonably available sources to determine the identity and whereabouts of gas and oil owners, coal owners, mineral owners and/or potential owners, i.e., persons identified by Applicant as having ("Owner") or claiming ("Claimant") the rights to Coalbed Methane Gas in all coal seams below the Tiller Seam, including the Upper Seaboard, Greasy Creek, Middle Seaboard, Lower Seaboard, Upper Horsepen, Middle Horsepen, War Creek, Lower Horsepen, Pocahontas No. 9, Pocahontas No. 8, Pocahontas No. 7, Pocahontas No. 6, Pocahontas No. 5, Pocahontas No. 4, Pocahontas No. 3, Pocahontas No. 2 and various unnamed coal seams, coalbeds and rock strata associated therewith (hereafter "Subject Formation") in Subject Drilling Unit underlying and comprised of Subject Lands; (2) represented it has given notice to those parties (hereafter sometimes "person(s)" whether referring to individuals, corporations,

partnerships, associations, companies, businesses, trusts, joint ventures or other legal entities) entitled by Va. Code §§ 45.1-361.19 and 45.1-361.22, to notice of the Application filed herein; and (3) that the persons set forth in Exhibit B-3 hereto are persons identified by Applicant through its due diligence who may be Owners or Claimants of Coalbed Methane Gas interests in Subject Formation, in Subject Drilling Unit underlying and comprised of Subject Lands, who have not heretofore agreed to lease or sell to the Applicant and/or voluntarily pool their Gas interests. Conflicting Gas Owners/Claimants in Subject Drilling Unit are listed on Exhibit E. Further, the Board has caused notice of this hearing to be published as required by Va. Code Ann. § 45.1-361.19.B. Whereupon, the Board hereby finds that the notices given herein satisfy all statutory requirements, Board rule requirements and the minimum standards of state due process.

- 4. Amendments: Exhibit B-3; Exhibit A, Page 2; and Tract Identification Sheet.
  - 5. Dismissals: See Exhibit B-2 attached hereto.
- § 45.1-361.22, including the applicable portions of Va. Code § 45.1-361.21, the Board pool all the rights, interests and estates in and to the Gas in Subject Drilling Unit, including the pooling of the interests of the Applicant, the Unit Operator, and of the known and unknown persons named in Exhibit B-3 hereto and that of their known and unknown heirs, executors, administrators, devisees, trustees, assigns and successors, both immediate and remote, for the drilling and operation, including production, of Coalbed Methane Gas, produced from or allocated to the Subject Drilling Unit established for the Subject Formation underlying and comprised of the Subject Lands, (hereafter sometimes collectively identified and referred to as "well development and/or operation in the Subject Drilling Unit"), and (2) that the Board designate CONSOL Energy, Inc. as Unit Operator.
- Relief Granted: The Applicant's requested relief in this cause be and hereby is granted: (1) Pursuant to Va. Code § 45.1-361.21.C.3, CONSOL Energy, Inc. (herein "Operator" or "Unit Operator") is designated as the Unit Operator authorized to drill and operate Coalbed Methane Gas well(s) in the Subject Drilling Unit at the location depicted on the plat attached hereto as Exhibit A, subject to the permit provisions contained in Va. Code § 45.1-361.27 et seq.; to the Oakwood Coalbed Methane Gas Field I Order OGCB 3-90, dated May 18, 1990, as amended; to § 4 VAC 25-150 et seq., Gas and Oil Regulations; and to §§ 4 VAC 25-160 et seq., Virginia Gas and Oil Board Regulations, all as amended from time to time, and (2) all the interests and estates in and to the Gas in Subject Drilling Unit, including that of the Applicant, the Unit Operator, and of the known and unknown persons listed on Exhibit B-3, attached hereto and made a part hereof, and their known and unknown heirs, executors, administrators, devisees, trustees, assigns and successors, both immediate and remote, be and hereby are pooled in the Subject Formation in the Subject Drilling Unit underlying and comprised of the Subject Lands.

(herein

Subject Permitted Order Formation Unit Size Well Location(s) Well Classification Number All coal-Approxima- Well CBM-X3 Oakwood Coalbed OGCB-(herein "Well") Gas Field I beds and tely 80-3-90 as is located in coal seams acre for Coalbed Methane amendbelow the drilling Unit X-3 at Gas Produced in ed. the location advance of mining Tiller unit Seam, indepicted on including Gas "Oakwood cluding, the plat from an Addition-I Field but not attached al Wells Authorized Rules") limited to hereto as Ex-Pursuant to Va. Upper Seahibit A. On Code § 45.1-361.20 board, Greasy June 26, 2001, Unit Operator Creek, Middle drilled Well Seaboard, Lower Seaboard, Upper CBM-X3 pursuant Horsepen, Middle to Permit #4927-01 to a depth of Horsepen, War Creek, Lower 2,250 feet. Horsepen, Pocahontas Nos. 9, 8, 7, 6, 5, 4, 3, 2 and various unnamed seams and associated rock strata

> For the Subject Drilling Unit underlying and comprised of the Subject Land referred to as:

> > Unit Number X-3 Buchanan County, Virginia

Pursuant to the Oakwood I Field Rules, the Board has adopted the following method for the calculation of production and revenue and allocation of allowable costs for the production of Coalbed Methane Gas.

For Frac Well Gas. - Gas shall be produced from and allocated to only the 80-acre drilling unit in which the Wells are located according to the undivided interests of each Owner/Claimant within the unit, which undivided interest shall be the ratio (expressed as a percentage) that the amount of mineral acreage within each separate tract that is within the Subject Drilling Unit, when platted on the surface, bears to the total mineral acreage, when platted on the surface, contained within the entire 80-acre drilling unit in the manner set forth in the Oakwood I Field Rules.

Election and Election Period: In the event any Owner or Claimant named in Exhibit B-3 hereto does not reach a voluntary agreement to share in the operation of the well located in the Subject Drilling Unit, at a rate of payment mutually agreed to by said Gas Owner or Claimant and the Applicant or the Unit Operator, then such person named may elect one of the options set forth in Paragraph 9 below and must give written notice of his election of the option selected under Paragraph 9 to the designated Unit Operator at the address shown below within thirty (30) days from the date this Order is recorded in the county above named. A timely election shall be deemed to have

been made if, on or before the last day of said 30-day period, such electing person has delivered his written election to the designated Unit Operator at the address shown below or has duly postmarked and placed its written election in first class United States mail, postage prepaid, addressed to the Unit Operator at the address shown below.

#### 9. Election Options:

9.1 Option 1 - To Participate In The Development and Operation of the Drilling Unit: Any Gas Owner or Claimant named in Exhibit B-3 who does not reach a voluntary agreement with the Applicant or the Unit Operator may elect to participate in the development and operation of the Subject Drilling Unit (hereafter "Participating Operator") by agreeing to pay the estimate of such Participating Operator's proportionate part of the actual and reasonable costs of the development contemplated by this Order for Gas produced pursuant to the Oakwood I Field Rules, including a reasonable supervision fee, of the well development and operation in the Subject Drilling Unit, as more particularly set forth in Virginia Gas and Oil Board Regulation 4 VAC 25-160-100 (herein "Completed-for-Production Costs"). Further, a Participating Operator agrees to pay the estimate of such Participating Operator's proportionate part of the Completed-for-Production Cost as set forth below to the Unit Operator within fortyfive (45) days from the later of the date of mailing or the date of recording of this Order. The Completed-for-Production Cost for the Subject Drilling Unit is as follows:

Completed-for-Production Cost: \$203,345.71

A Participating Operator's proportionate cost hereunder shall be the result obtained by multiplying the Participating Operators' "Percent of Unit" times the Completed-for-Production Cost set forth above. Provided, however, that in the event a Participating Operator elects to participate and fails or refuses to pay the estimate of his proportionate part of the Completed-for-Production Cost as set forth above, all within the time set forth herein and in the manner prescribed in Paragraph 8 of this Order, then such Participating Operator shall be deemed to have elected not to participate and to have elected compensation in lieu of participation pursuant to Paragraph 9.2 herein.

9.2 Option 2 - To Receive A Cash Bonus Consideration: In lieu of participating in the well development and operation of Subject Drilling Unit under Paragraph 9.1 above, any Gas Owner or Claimant named in Exhibit B-3 hereto who does not reach a voluntary agreement with the Applicant or Unit Operator may elect to accept a cash bonus consideration of \$1.00 per net mineral acre owned by such person, commencing upon entry of this Order and continuing annually until commencement of production from Subject Drilling Unit, and thereafter a royalty of 1/8th of 8/8ths [twelve and one-half percent (12.5%)] of the net proceeds received by the Unit Operator for the sale of the Coalbed Methane Gas produced from any Well development and operation covered by this Order multiplied by that person's Percent of Unit or proportional share of said production [for purposes of this Order, net proceeds shall be actual proceeds received less post-production costs incurred downstream of the wellhead, including, but not limited to, gathering, compression, treating, transportation and marketing costs, whether performed by Unit Operator or a third person] as

fair, reasonable and equitable compensation to be paid to said Gas Owner or Claimant. The initial cash bonus shall become due and owing when so elected and shall be tendered, paid or escrowed within sixty (60) days of recording of this Order. Thereafter, annual cash bonuses, if any, shall become due and owing on each anniversary of the date of recording of this order in the event production from Subject Drilling Unit has not theretofore commenced, and once due, shall be tendered, paid or escrowed within sixty (60) days of said anniversary date. Once the initial cash bonus and the annual cash bonuses, if any, are so paid or escrowed, subject to a final legal determination of ownership, said payment(s) shall be satisfaction in full for the right, interests, and claims of such electing person in and to the Gas produced from Subject Formation in the Subject Lands, except, however, for the 1/8th royalties due hereunder.

Subject to a final legal determination of ownership, the election made under this Paragraph 9.2, when so made, shall be satisfaction in full for the right, interests, and claims of such electing person in any well development and operation covered hereby and such electing person shall be deemed to and hereby does lease and assign, its right, interests, and claims in and to the Gas produced from Subject Formation in the Subject Drilling Unit to the Applicant.

Option 3 - To Share In The Development And Operation As A Non-9.3. Participating Person On A Carried Basis And To Receive Consideration In Lieu Of Cash: In lieu of participating in the development and operation of Subject Drilling Unit under Paragraph 9.1 above and in lieu of receiving a cash bonus consideration under Paragraph 9.2 above, any Gas Owner or Claimant named in Exhibit B-3 hereto who does not reach a voluntary agreement with the Applicant or Unit Operator may elect to share in the well development and operation in Subject Drilling Unit on a carried basis (as a "Carried Well Operator") so that the proportionate part of the Completed-for-Production Cost hereby allocable to such Carried Well Operator's interest is charged against such Carried Well Operator's share of production from Subject Drilling Unit. Such Carried Well Operator's rights, interests, and claims in and to the Gas in Subject Drilling Unit shall be deemed and hereby are assigned to the Applicant until the proceeds from the sale of such Carried Well Operator's share of production from Subject Drilling Unit (exclusive of any royalty, excess or overriding royalty, or other non-operating or non cost-bearing burden reserved in any lease, assignment thereof or agreement relating thereto covering such interest) equals three hundred percent (300%) for a leased interest or two hundred percent (200%) for an unleased interest (whichever is applicable) of such Carried Well Operator's share of the Completed-for-Production Cost allocable to the interest of such Carried Well Operator. When the Applicant recoups and recovers from such Carried Well Operator's assigned interest the amounts provided for above, then, the assigned interest of such Carried Well Operator shall automatically revert back to such Carried Well Operator, and from and after such reversion, such Carried Well Operator shall be treated as if it had participated initially under Paragraph 9.1 above; and thereafter, such participating person shall be charged with and shall pay his proportionate part of all further costs of such well development

and operation.

Subject to a final legal determination of ownership, the election made under this Paragraph 9.3, when so made, shall be satisfaction in full for the rights, interests, and claims of such electing person in any well development and operation covered hereby and such electing person shall be deemed to have and hereby does assign its rights, interests, and claims in and to the Gas produced from Subject Formation in the Subject Drilling Unit to the Applicant for the period of time during which its interest is carried as above provided prior to its reversion back to such electing person.

- Failure to Properly Elect: In the event a person named in Exhibit B-3 hereto does not reach a voluntary agreement with the Applicant or Unit Operator and fails to elect within the time, in the manner and in accordance with the terms of this Order, one of the alternatives set forth in Paragraph 9 above for which his interest qualifies, then such person shall be deemed to have elected not to participate in the proposed well development and operation of Subject Drilling Unit and shall be deemed, subject to a final legal determination of ownership, to have elected to accept as satisfaction in full for such person's right, interests, and claims in and to the Gas the consideration provided in Paragraph 9.2 above for which its interest qualifies and shall be deemed to have leased and/or assigned his right, interests, and claims in and to the Gas produced from Subject Formation in the Subject Drilling Unit to the Applicant. Persons who fail to properly elect shall be deemed, subject to a final legal determination of ownership, to have accepted the compensation and terms set forth herein at Paragraph 9.2 in satisfaction in full for the right, interests, and claims of such person in and to the Gas produced from the Subject Formation underlying Subject Lands.
- Default By Participating Person: In the event a person named in Exhibit B-3 elects to participate under Paragraph 9.1, but fails or refuses to pay, to secure the payment or to make an arrangement with the Unit Operator for the payment of such person's proportionate part of the Completed-for-Production Cost as set forth herein, all within the time and in the manner as prescribed in this Order, then such person shall be deemed to have withdrawn his election to participate and shall be deemed to have elected to accept as satisfaction in full for such person's right, interest, and claims in and to the Gas the consideration provided in Paragraph 9.2 above for which his interest qualifies depending on the excess burdens attached to such interest. Whereupon, any cash bonus consideration due as a result of such deemed election shall be tendered, paid or escrowed by Unit Operator within one hundred twenty (120) days after the last day on which such defaulting person under this Order should have paid his proportionate part of such cost or should have made satisfactory arrangements for the payment thereof. When such cash bonus consideration is paid or escrowed, it shall be satisfaction in full for the right, interests, and claims of such person in and to the Gas underlying Subject Drilling Unit in the Subject Lands covered hereby, except, however, for any royalties which would become due pursuant to Paragraph 9.2 hereof.
- 12. Assignment of Interest: In the event a person named in Exhibit B-3 is unable to reach a voluntary agreement to share in the operation of the Wells contemplated by this Order at a rate of payment agreed to mutually by said Owner or Claimant and the Unit Operator, and such person elects or fails to elect to do other than participate under Paragraph 9.1 above in thew well development and operation in Subject Drilling Unit, then subject to a final

legal determination of ownership, such person shall be deemed to have and shall have assigned unto Applicant such person's right, interests, and claims in and to said Wells, and other share in production to which such person may be entitled by reason of any election or deemed election hereunder in accordance with the provisions of this Order governing said election.

13. Unit Operator (or Operator): CONSOL Energy, Inc. be and hereby is designated as Unit Operator authorized to drill and operate the Well in Subject Formation in Subject Drilling Unit, all subject to the permit provisions contained in Va. Code §§ 45.1-361.27 et seq.; §§ 4 VAC 25-150 et seq., Gas and Oil Regulations; §§ 4 VAC 25-160 et seq., Virginia Gas and Oil Board Regulations; the Oakwood Coalbed Gas Field I Order OGCB 3-90, all as amended from time to time, and all elections required by this Order shall be communicated to Unit Operator in writing at the address shown below:

CONSOL Energy, Inc.
P. O. Box 947
Bluefield, VA 24605
Phone: (276) 988-1016
Fax: (276) 988-1055
Attn: Leslie K. Arrington

- 14. Commencement of Operations: On June 26, 2001, pursuant to Permit #4927-01, the Unit Operator drilled Well CBM-X2 within Subject Drilling Unit to a depth of 2,250.00 feet. Except for any for any cash sums then payable hereunder, unless sooner terminated by this Order of the Board, this order shall terminate at 12:00 p.m. on the date on which the well covered by this Order is permanently abandoned and plugged.
- 15. Operator's Lien: Unit Operator, in addition to the other rights afforded hereunder, shall have a lien and a right of set off on the Gas estates, rights, and interests owned by any person subject hereto who elects to participate under Paragraph 9.1 in the Subject Drilling Unit to the extent that costs incurred in the drilling or operation on the Subject Drilling Unit are chargeable against such person's interest. Such liens and right of set off shall be separable as to each separate person and shall remain liens until the Unit Operator drilling or operating any of the Wells has been paid the full amounts due under the terms of this Order.

#### 16. Escrow Provisions:

The Unit Operator represented to the Board that there are no unknown or unlocatable claimants in Subject Drilling Unit whose payments are subject to the provisions of Paragraph 16.1 hereof; and, the Unit Operator has represented to the Board that there are no conflicting claimants in Subject Drilling Unit whose payments are subject to the provisions of Paragraph 16.2 hereof. Therefore, unless and until otherwise ordered by the Board, the Escrow Agent named herein or any successor named by the Board is not be required to establish an escrow account for Subject Drilling Unit, or to receive and account to the Board pursuant to its agreement for the escrowed funds hereafter described in Paragraphs 16.1 and 16.2:

First Union National Bank Corporate Trust PA1328 123 South Broad Street Philadelphia, PA 19109-1199 Telephone: (215) 985-3485 or (800) 665-9359 Attention: Don Ballinghoff

- 16.1. Escrow Provisions For Unknown or Unlocatable Persons: payment of bonus, royalty payment or other payment due and owing under this Order cannot be made because the person entitled thereto cannot be located or is unknown, then such cash bonus, royalty payment, or other payment shall not be commingled with any funds of the Unit Operator and, pursuant to Va. Code Ann. § 45.1-361.21.D, said sums shall be deposited by the Unit Operator into the Escrow Account, commencing within one hundred twenty (120) days of recording of this Order, and continuing thereafter on a monthly basis with each deposit to be made, by use of a report format approved by the Inspector, by a date which is no later than sixty (60) days after the last day of the month being reported and/or for which funds are being deposited. Such funds shall be held for the exclusive use of, and sole benefit of the person entitled thereto until such funds can be paid to such person(s) or until the Escrow Agent relinquishes such funds as required by law or pursuant to Order of the Board in accordance with Va. Code § 45.1-361.21.D.
- 16.2 Escrow Provisions For Conflicting Claimants: If any payment of bonus, royalty payment, proceeds in excess of ongoing operational expenses, or other payment due and owing under this Order cannot be made because the person entitled thereto cannot be made certain due to conflicting claims of ownership and/or a defect or cloud on the title, then such cash bonus, royalty payment, proceeds in excess of ongoing operational expenses, or other payment, together with Participating Operator's Proportionate Costs paid to Operator pursuant to Paragraph 9.1 hereof, if any, (1) shall not be commingled with any funds of the Unit Operator; and (2) shall, pursuant to Va. Code Ann. §§ 45.1-361.22.A.2, 45.1-361.22.A.3 and 45.1-361.22.A.4, be deposited by the Unit Operator into the Escrow Account within one hundred twenty (120) days of recording of this Order, and continuing thereafter on a monthly basis with each deposit to be made, by use of a report format approved by the Inspector, by a date which is no later than sixty (60) days after the last day of the month being reported and/or for which funds are subject to deposit. Such funds shall be held for the exclusive use of, and sole benefit of, the person entitled thereto until such funds can be paid to such person(s) or until the Escrow Agent relinquishes such funds as required by law or pursuant to Order of the Board.
- 17. Special Findings: The Board specifically and specially finds:
- 17.1. Applicant is a Virginia general partnership composed of CONSOL Energy Inc, and CNX Gas Company, L.L.C. Applicant is duly authorized and qualified to transact business in the Commonwealth of Virginia;
- 17.2. CONSOL Energy, Inc. has accepted Applicant's delegation of authority to explore, develop and maintain the properties and assets of Applicant now owned or hereafter acquired, has agreed to explore,

develop and maintain the properties and assets of Applicant, and has consented to serve as Coalbed Methane Gas Unit Operator for Subject Drilling Unit and to faithfully discharge the duties imposed upon it as Unit Operator by statute and regulations;

- 17.3. CONSOL Energy, Inc. is a Delaware corporation duly authorized to transact business in the Commonwealth of Virginia, is an operator in the Commonwealth of Virginia, and has satisfied the Board's requirements for operations in Virginia;
- 17.4. Applicant, Buchanan Production Company, claims ownership of gas leases, Coalbed Methane Gas leases, and/or coal leases representing 96.57400 percent of the oil and gas interest/claims in and to Coalbed Methane Gas and 96.574.00 percent of the coal interest/claims in and to Coalbed Methane Gas in Subject Drilling Unit, and Applicant claims the right to explore for, develop and produce Coalbed Methane Gas from Subject Formations in Oakwood Unit Number X-3 in Buchanan County, Virginia, which Subject Lands are more particularly described in Exhibit "A";
- 17.5. On June 26, 2001, pursuant to Permit #4927-01, Applicant drilled one Well CBM-X3 on the Subject Drilling Unit to a depth of 2,250 feet at the location depicted on the plat attached hereto as Exhibit A to develop the pool of Gas in Subject Formations;
- 17.6. The estimated total production from Subject Drilling Unit is 125 to 550 MMCF. The estimated amount of reserves from the Subject Drilling Unit is 125 to 550 MMCF;
- 17.7. Set forth in Exhibit B-3 is the name and last known address of each Owner or Claimant identified by the Applicant as having or claiming an interest in the Coalbed Methane Gas in Subject Formation in Subject Drilling Unit underlying and comprised of Subject Lands, who has not, in writing, leased to the Applicant or the Unit Operator or agreed to voluntarily pool his interests in Subject Drilling Unit for its development. The interests of the Respondents listed in Exhibit B-3 comprise 3.42600 percent of the oil and gas interests/claims in and to Coalbed Methane Gas and 3.42600 percent of the coal interests/claims in and to Coalbed Methane Gas in Subject Drilling Unit;
- 17.8. Applicant's evidence established that the fair, reasonable and equitable compensation to be paid to any person in lieu of the right to participate in the Wells are those options provided in Paragraph 9 above;
- 17.9. The relief requested and granted is just and reasonable, is supported by substantial evidence and will afford each person listed and named in Exhibit B-3 hereto the opportunity to recover or receive, without unnecessary expense, such person's just and fair share of the production from Subject Drilling Unit. The granting of the Application and relief requested therein will ensure to the extent possible the greatest ultimate recovery of Coalbed Methane Gas, prevent or assist in preventing the various types of waste prohibited by statute and protect or assist in protecting the correlative rights of all persons in the subject common sources of supply in the Subject Lands. Therefore, the Board is entering an Order granting the relief herein set forth.

- 18. Mailing Of Order And Filing Of Affidavit: Applicant or its Attorney shall file an affidavit with the Secretary of the Board within sixty (60) days after the date of recording of this Order stating that a true and correct copy of said Order was mailed within seven (7) days from the date of its receipt to each Respondent named in Exhibit B-3 pooled by this Order and whose address is known.
- Availability of Unit Records: The Director shall provide all persons not subject to a lease with reasonable access to all records for Subject Drilling Unit which are submitted by the Unit Operator to said Director and/or his Inspector(s).
- Conclusion: Therefore, the requested relief and all terms and provisions set forth above be and hereby are granted and IT IS SO ORDERED.
- 21. Appeals: Appeals of this Order are governed by the provisions of Va. Code Ann. § 45.1-361.9 which provides that any order or decision of the Board may be appealed to the appropriate circuit court.
- Effective Date: This Order shall be effective on the date of its execution.

DONE AND EXECUTED this 6 day of July, 2002, by a majority of the Virginia Gas and Oil Board.

Chairman, Benny R. Waspler

DONE AND PERFORMED this 15 day of July, 2002, by Order of this Board.

B. R. Wilson

Bringinal Executive To The Staff

Acting Principal Executive To The Staff Virginia Gas and Oil Board

STATE OF VIRGINIA COUNTY OF WISE

Acknowledged on this \_\_\_\_\_\_ day of July, 2002, personally before me a notary public in and for the Commonwealth of Virginia, appeared Benny Wampler, being duly sworn did depose and say that he is Chairman of the Virginia Gas and Oil Board, that he executed the same and was authorized to do so.

Susan G. Garrett

Notary Public

Order Recorded Under Code of Virginia Section 45.1-361.26

My commission expires July 31, 2002

STATE OF VIRGINIA COUNTY OF WASHINGTON

> Diane J. Davis Notary Public

My commission expires September 30, 2005

/ 1//	
PROPERTY LINES SHOWN WERE TAKEN FROM MAPS PROVIDED BY CNX LAND RESOURCES, Inc. AND WERE NOT SURVEYED.	
/ BOOK 550 PAGE 639	
	5,334.03
	9,664.45
1: 1: 1: 5	RE UNIT
LOONEY	
r - \( \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	/ /
	10
I W	i
]     3	
1	! \( \( \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \
	!!!!!!
CBM-X3	: 1
	i   ==
2	: 1
1 - 7 - 7	·
1 ) i / //	4
	N 323,465.63
	E 949,593.47
N 323,536.39	
E 947,728.68	
	"
1/ 7-1/	"
	EXHIBIT A
DAKW	OOD FIELD UNIT X-3
	FORCE POOLING
VI	GOB-02-0416-1018
	-CANTES
Company CDNSOL Energy Inc. Well Name and Number	INTERNA
Tract No.	Vapsant Vapsant
Tract No Elevation Quad County <u>Buchanan</u> <u>District Prater</u> Scale	CEAUDE D. MORS
This plat is a new plat $\frac{X}{X}$ ; an updated plat $\frac{X}{X}$ ;	or final plat
1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	No.
Form DGO-GO-7 Sando, / Vlon	10958 × Sec.
Rev. 9/91 Licensed Professional Engineer or Licensed Lo	
NermithPlats\FPOOL\X3POOL dan 06/21/2002 02:37:23 PM	UNAL

### CONSOL Energy Inc. UNIT X-3

#### **Tract Identifications**

- 1. Levisa Coal Company Tr. 37 Coal Island Creek Coal Co./Consolidation Coal Company Below Drainage Coal Leased Jewell Smokeless Coal Corp. Above Drainage Coal Leased John W. Pobst, Jr., et al. Oil and Gas Buchanan Production Company Oil, Gas and CBM Leased Buchanan Production Company Surface 37.31 acres 46.6375 %
- 2. Levisa Coal Company Tr. 38 Coal
  Jewell Smokeless Coal Corp. Tiller and Above Coal Leased
  John W. Pobst, Jr., et al. Oil and Gas
  Buchanan Production Company Oil, Gas and CBM Leased
  Buchanan Production Company Surface
  12.04 acres 15.0500 %
- 3. F. M. F. Boyd Heirs, et al. Coal (Except % of Widow Kennedy and Above Coal Seams)
  Rual Fuller/National Energy Corp. (%) of Widow Kennedy and Above Coal Seams
  F. M. F. Boyd Heirs, et al. Oil and Gas (%) Ownership)
  Buchanan Production Company Oil and Gas (%) Ownership)
  Island Creek Coal Co./Consolidation Coal Company Coal Below Tiller Seam Leased
  Buchanan Production Company (%) Oil, Gas and CBM Leased
  Unknown Surface Owner
  18.01 acres
  22.5125 %
- 4. Harrison Wyatt, LLC (Big Axe) Tr. 26 Coal, Oil & Gas
  Island Creek Coal Co./Consolidation Coal Company Coal Below Tiller Seam Leased
  Jewell Smokeless Coal Corp. Coal Above Jawbone Seam Leased
  Wellmore Coal Company Jawbone and Tiller Seams Leased
  Buchanan Production Company Oil, Gas and CBM Leased
  Buchanan Production Company Surface
  12.64 acres 15.8000 %

# Exhibit B-2 Unit X-3 VGOB 02-0416-1018 List of Respondents to be Dismissed

		Acres in Unit	Percent of Unit	Reason for Dismissal
l.	COAL FEE OWNERSHIP			
	<u>Tract #3 - 18.01 acres</u>			
	(1) F.M.F. Boyd Heirs, Devisees, Successors or Assigns, et al.	18.01 acres	22.513%	
	(1) Marion Boyd Heirs, Devisees, Successors or Assigns			
	(c) Johnnie Boyd Heirs, Devisees, Successors or Assigns			
	(c.5) Scottie Carter Boyd Rt.2 Box 127B Haysi, VA 24256	0.0103 acres 0.057% of 18.01 acres	0.013%	Leased
	(5) Marion Rendue Boyd Heirs, Devisees, Successors or Assigns			
	<ul><li>(j) Mary Boyd Cook Heirs, Devisees, Successors or Assigns</li></ul>			
	(j.1) Nancy Cook 33967 Wadsworth Libonia, MI 48150	0.0834 acres 0.463% of 18.01 acres	0.104%	Leased
	(I) Ardue Guy Boyd Heirs, Devisees, Successsors or Assigns			
	(I.1) Marshall Boyd 4797 Hayden Crest Drive Hilliard, OH 43026	0.0209 acres 0.116% of 18.01 acres	0.026%	Leased
	(I.12) Carlie B. Clevinger Heirs, Devisees, Successors or Assigns			
	(I.12.2) Franklin Clevinger Rt.1 Box 503A Vansant, VA 24656	0.0104 acres 0.058% of 18.01 acres	0.013%	Leased
II.	OIL & GAS FEE OWNERSHIP			
	Tract #3 - 18.01 acres			
	(1) F.M.F. Boyd Heirs, Devisees, Successors or Assigns, et al.	18.01 acres	22.513%	
	(1) Marion Boyd Heirs, Devisees, Successors or Assigns			
	(c) Johnnie Boyd Heirs, Devisees, Successors or Assigns			
)	(c.5) Scottie Carter Boyd Rt.2 Box 127B Haysi, VA 24256	0.0103 acres 0.057% of 18.01 acres	0.013%	Leased

### Exhibit B-2 Unit X-3 VGOB 02-0416-1018 List of Respondents to be Dismissed

		Acres in Unit	Percent of Unit	Reason for Dismissal
(5)	Marion Rendue Boyd Heirs, Devisees, Successors or Assigns			
(j)	Mary Boyd Cook Heirs, Devisees, Successors or Assigns			
	(j.1) Nancy Edward Cook 33967 Wadsworth Libonia, MI 48150	0.0834 acres 0.463% of 18.01 acres	0.104%	Leased
(1)	Ardue Guy Boyd Heirs, Devisees, Successsors or Assigns			
	(I.1) Marshall Boyd 4797 Hayden Crest Drive Hilliard, OH 43026	0.0209 acres 0.116% of 18.01 acres	0.026%	Leased
	(I.12) Carlie B. Clevinger Heirs, Devisees, Successors or Assigns			
	(I.12.2) Franklin Clevinger Rt.1 Box 503A Vansant, VA 24656	0.0104 acres 0.058% of 18.01 acres	0.013%	Leased

## 118

Unit X-3 VGOB 02-0416-1018 List of Unleased Owners/Claimants

Exhibit B-3

BOOK 550 PAGE 643

Percent

		Acres in Unit	of Unit
COAL	FEE OWNERSHIP		
Tract	#3 - 18.01 acres		-
(1)	F.M.F. Boyd Heirs, Devisees,	18.01 acres	22.513%
(.,	Successors or Assigns, et al.	10.01 00.00	22.01070
(1)	Marion Boyd Heirs, Devisees,		
(.,	Successors or Assigns		
(a)	Clyde Boyd	0.1225 acres	0.153%
	P.O. Box 403 Clinchco, VA 24226	0.680% of 18.01 acres	
(b)	Kilby Boyd	0.1225 acres	0.153%
	c/o Clyde Boyd	0.680% of 18.01 acres	
	P.O. Box 403 Chinchco, VA 24226		
(0)	Johnnie Boyd Heirs, Devisees,		
(0)	Successors or Assigns		
	(c.1) Pamela Karen Boyd Lowe	0.0818 acres	0.102%
	Rt.2 Box 315K Cedar Bluff, VA 24609	0.454% of 18.01 acres	
	Cedal Bluff, VA 24009		
	(c.2) Jimmie Earl Boyd	0.0103 acres	0.013%
	P.O. Box 416 Haysi, VA 24256	0.057% of 18.01 acres	
	(c.3) Larry Wayne Boyd	0.0103 acres	0.013%
	P.O. Box 327	0.057% of 18.01 acres	
	Haysi, VA 24256		
(2)			
	Successors or Assigns		
(d)	Judy C. Boyd	0.0409 acres	0.051%
	Rt.1 Box 297	0.227% of 18.01 acres	
	Vansant, VA 24656		
(5)	Marion Rendue Boyd Heirs, Devisees,		
	Successors or Assigns		
(a)	Laura Myrtle Baldwin	0.2502 acres	0.313%
	Rt.2 Box 465 Vansant, VA 24656	1.389% of 18.01 acres	
(b)	Walter Boyd Rt.2 Box 499	0.2502 acres 1.389% of 18.01 acres	0.313%
	Vansant, VA 24656	1.303 % Of 10.01 acres	
(c)	Leah Vernie Baldwin	0.2502 acres	0.313%
	Rt.2 Box 453	1.389% of 18.01 acres	
	Vansant, VA 24656		
	Lizzie Trula Greenwood	0.2502 acres	0.313%
	4518 Maple Grove Road	1.389% of 18.01 acres	
	Hampstead, MD 21074		

### Exhibit B-3 Unit X-3 VGOB 02-0416-1018

VGOB 02-0416-1018
List of Unleased Owners/Claimants

	Acres in Unit	Percent of Unit
(e) Ada Nell Stiltner Rt.1 Box 425	0.2502 acres 1.389% of 18.01 acres	0.313%
Vansant, VA 24656		
(i) Charles Milton Boyd Heirs, Devisees, Successors or Assigns		
(i.1) Annie Boyd	0.2502 acres	0.313%
Rt.1 Box 422 Vansant, VA 24656	1.389% of 18.01 acres	
(j) Mary Boyd Cook Heirs, Devisees,		
Successors or Assigns		
(j.2) Lloyd Cook	0.0834 acres	0.104%
Rt.5 Box 535 Grundy, VA 24614	0.463% of 18.01 acres	
(I) Ardue Guy Boyd Heirs, Devisees, Successsors or Assigns		
(I.6) Estil Boyd Heirs, Devisees,		
Successors or Assigns		
(I.6.1) Katherine Boyd	0.0209 acres	0.026%
P.O. Box 6883 Statesville, NC 28687	0.116% of 18.01 acres	
(I.8) William P. Boyd	0.0209 acres	0.026%
Rt.2 Box 464 Vansant, VA 24656	0.116% of 18.01 acres	
(I.11) Robert Boyd	0.0209 acres	0.026%
Rt.1 Box 416 Vansant, VA 24656	0.116% of 18.01 acres	
(I.12) Carlie B. Clevinger Heirs, Devisees, Successors or Assigns		
(I.12.1) Donald Clevinger	0.0104 acres	0.013%
Rt.1 Box 422C Vansant, VA 24656	0.058% of 18.01 acres	
(8) F.M.F. Boyd, Jr. Heirs, Devisees, Successors or Assigns		
(d) Jennings E. Boyd	0.3267 acres	0.408%
P.O. Box 47 Bishop, VA 24604	1.814% of 18.01 acres	
(f) Hazel Madeline Boyd Heirs, Devisees,		
Successors or Assigns		
(f.1) Myrtle Boyd	0.0409 acres	0.051%
P.O. Box 522 Waldo, FL 32694	0.227% of 18.01 acres	

## Exhibit B-3 Unit X-3 VGOB 02-0416-1018 List of Unleased Owners/Claimants

BOOK 550 PAGE 645

		Acres in Unit	Percent of Unit
	(f.2) Ernest Boyd P.O. Box 5 Freeburn, KY 41528	0.0409 acres 0.227% of 18.01 acres	0.051%
(g)	David F. Boyd Heirs, Devisees, Successors or Assigns		
	(g.1) Francis Lockhart P.O. Box 942 Vansant, VA 24656	0.1430 acres 0.794% of 18.01 acres	0.179%
	(g.2) Irene G. Lockhart Box 473 Grundy, VA 24614	(Life Estate)	
	(g.3) Roger Jay Lockhart P.O. Box 942 Vansant, VA 24656	0.1430 acres 0.794% of 18.01 acres	0.179%
SIL &	GAS FEE OWNERSHIP		
Tract	#3 - 18,01 acres		
(1)	F.M.F. Boyd Heirs, Devisees, Successors or Assigns, et al.	18.01 acres	22.513%
(1)	Marion Boyd Heirs, Devisees, Successors or Assigns		
(a)	Clyde Boyd P.O. Box 403 Clinchco, VA 24226	0.1225 acres 0.680% of 18.01 acres	0.153%
(b)	Kilby Boyd c/o Clyde Boyd P.O. Box 403 Chinchco, VA 24226	0.1225 acres 0.680% of 18.01 acres	0.153%
(c)	Johnnie Boyd Heirs, Devisees, Successors or Assigns		
	(c.1) Pamela Karen Boyd Lowe Rt.2 Box 315K Cedar Bluff, VA 24609	0.0818 acres 0.454% of 18.01 acres	0.102%
	(c.2) Jimmie Earl Boyd P.O. Box 416 Haysi, VA 24256	0.0103 acres 0.057% of 18.01 acres	0.013%
	(c.3) Larry Wayne Boyd P.O. Box 327 Haysi, VA 24256	0.0103 acres 0.057% of 18.01 acres	0.013%
(2)	Henry Boyd Heirs, Devisees, Successors or Assigns		
(d)	Judy C. Boyd Rt.1 Box 297 Vansant, VA 24656	0.0409 acres 0.227% of 18.01 acres	0.051%

II.

## Exhibit B-3 Unit X-3 VGOB 02-0416-1018 List of Unleased Owners/Claimants

		Acres in Unit	Percent of Unit
(5)	Marion Rendue Boyd Heirs, Devisees, Successors or Assigns		
(a)	Laura Myrtle Baldwin Rt.2 Box 465	0.2502 acres 1.389% of 18.01 acres	0.313%
	Vansant, VA 24656		
(b)	Walter Boyd Rt.2 Box 499 Vansant, VA 24656	0.2502 acres 1.389% of 18.01 acres	0.313%
(c)	Leah Vernie Baldwin Rt.2 Box 453 Vansant, VA 24656	0.2502 acres 1.389% of 18.01 acres	0.313%
(d)	Lizzie Trula Greenwood 4518 Maple Grove Road Hampstead, MD 21074	0.2502 acres 1.389% of 18.01 acres	0.313%
(e)	Ada Nell Stiltner Rt.1 Box 425 Vansant, VA 24656	0.2502 acres 1.389% of 18.01 acres	0.313%
(i)	Charles Milton Boyd Heirs, Devisees, Successors or Assigns		
	(i.1) Annie Boyd Rt.1 Box 422 Vansant, VA 24656	0.2502 acres 1.389% of 18.01 acres	0.313%
	Mary Boyd Cook Heirs, Devisees, Successors or Assigns		
	(j.2) Lloyd Cook Rt.5 Box 535 Grundy, VA 24614	0.0834 acres 0.463% of 18.01 acres	0.104%
	Ardue Guy Boyd Heirs, Devisees, Successsors or Assigns		
	(I.6) Estil Boyd Heirs, Devisees, Successors or Assigns		
	(I.6.1) Katherine Boyd P.O. Box 6883 Statesville, NC 28687	0.0209 acres 0.116% of 18.01 acres	0.026%
	(I.8) William P. Boyd Rt.2 Box 464 Vansant, VA 24656	0.0209 acres 0.116% of 18.01 acres	0.026%
(	I.11) Robert G. Boyd Rt.1 Box 416 Vansant, VA 24656	0.0209 acres 0.116% of 18.01 acres	0.026%
(	I.12) Carlie B. Clevinger Heirs, Devisees, Successors or Assigns		

# Exhibit B-3 Unit X-3 VGOB 02-0416-1018 List of Unleased Owners/Claimants

	Acres in Unit	Percent of Unit
(I.12.1) Donald Clevinger Rt.1 Box 422C Vansant, VA 24656	0.0104 acres 0.058% of 18.01 acres	0.013%
(8) F.M.F. Boyd, Jr. Heirs, Devisees, Successors or Assigns		
(d) Jennings E. Boyd P.O. Box 47 Bishop, VA 24604	0.3267 acres 1.814% of 18.01 acres	0.408%
<ul><li>(f) Hazel Madeline Boyd Heirs, Devisees, Successors or Assigns</li></ul>		
(f.1) Myrtle Boyd P.O. Box 522 Waldo, FL 32694	0.0409 acres 0.227% of 18.01 acres	0.051%
(f.2) Ernest Boyd P.O. Box 5 Freeburn, KY 41528	0.0409 acres 0.227% of 18.01 acres	0.051%
(g) David F. Boyd Heirs, Devisees, Successors or Assigns		
(g.1) Francis Lockhart P.O. Box 942 Vansant, VA 24656	0.1430 acres 0.794% of 18.01 acres	0.179%
(g.2) Irene G. Lockhart Box 473 Grundy, VA 24614	(Life Estate)	
(g.3) Roger Jay Lockhart P.O. Box 942 Vansant, VA 24656	0.1430 acres 0.794% of 18.01 acres	0.179%

VIRGINIA:	In the Clerk's Office of the Circuit Co	urt of Buchanan County. The fe	oregoing instrument
was this day pre	esented in the office aforesaid and is, loget	ther with the certificate of acknowledge	wledgment annexed,
admitted to reco	esented in the office aforesaid and is, loget ord this day of	, 20	/132 P. M.
The tax impose	d by \$587.1-802 of the Code has been pa	aid in the amount of \$	
Deed Book No.	and Page No. Old Jo	TESTE: July James M	A. Bevins, Jr., Clerk
Returned this d	and Page No.	TEST Stilling O. O.	(lec) Deputy Clerk
		( ) ()	